A BILL FOR AN ACT

RELATING TO ENERGY EFFICIENCY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that the high cost of
- 2 living in Hawaii adds to the importance of adopting policies
- 3 that promote and encourage energy efficiency, which can provide
- 4 relief for families and businesses faced with high utility
- 5 bills. Without state appliance efficiency standards to provide
- 6 consumer protection, appliance manufacturers may unload less
- 7 efficient appliances in Hawaii that they cannot sell in other
- 8 states with heightened standards and as a result, Hawaii
- 9 residents risk losing as much as \$1,000,000,000 in unnecessary
- 10 energy waste due to inefficient appliances. Multiple states,
- 11 including California, Colorado, Connecticut, Oregon, Rhode
- 12 Island, Vermont, and Washington, have adopted state appliance
- 13 efficiency standards.
- 14 The legislature further finds that new appliance efficiency
- 15 standards have the potential to save Hawaii families and
- 16 businesses billions of dollars while conserving energy and water
- 17 resources. According to a 2017 national study from the American

- 1 Council for an Energy-Efficient Economy, Hawaii has the best
- 2 opportunity in the nation to save money through the
- 3 implementation of appliance efficiency standards. The study
- 4 found that by adopting appliance efficiency standards, Hawaii
- 5 could save up to \$1,000,000,000 in electricity costs over twenty
- 6 years, which is the equivalent of about \$215 annually for each
- 7 Hawaii household. Although many appliances, such as
- 8 refrigerators, dishwashers, and commercial air conditioners, are
- 9 regulated by national appliance efficiency standards, the study
- 10 found that states can save billions of dollars by adopting
- 11 state-level appliance efficiency standards for appliances that
- 12 are not regulated by national standards.
- 13 The legislature further finds that by adopting state
- 14 appliance efficiency standards, the State, among other positive
- 15 results, can:
- 16 (1) Provide a boost to the local economy, which occurs
- when consumers and businesses spend their economic
- savings on other goods and services;
- 19 (2) Protect consumers against manufacturers who would
- 20 otherwise unload less efficient appliances that they
- 21 cannot sell in states with heightened standards;

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1	(3)	Ensure that Hawaii residents do not miss out on	
2		potential savings while progress on standards at the	
3		national level is uncertain;	
4	(4)	Improve electric system reliability and potentially	
5		reduce the need for new energy and water	
6		infrastructures based on the resulting energy and	
7		water savings;	
8	(5)	Lower electricity bills for residents and businesses;	
9		and	
10	(6)	Reduce air pollutants and greenhouse gas emissions,	
11		which can result in public health benefits and help	
12		the State meet its clean energy and climate change	
13		mitigation targets.	
14	Furt	hermore, the legislature finds that the cost of most	
15	appliances specifically listed in this Act are equal to the cos		
16	of non-compliant appliances, or available at a minimal cost		
17	premium.		
18	The	legislature recognizes the state of California as a	
19	leader in establishing state-level appliance efficiency		
20	standards	that protect consumers and finds that the California	
21	appliance	efficiency standards should be used as a model for	

- 1 Hawaii's standards. For non-federally regulated appliances
- 2 without state-level appliance efficiency standards in
- 3 California, Hawaii should look to other existing standards of
- 4 efficiency specifications, such as the ENERGY STAR or the U.S.
- 5 Environmental Protection Agency's WaterSense program standards.
- 6 The purpose of this Act is to establish minimum appliance
- 7 efficiency standards for certain products sold or installed in
- 8 the State.
- 9 SECTION 2. Chapter 196, Hawaii Revised Statutes, is
- 10 amended by adding a new part to be appropriately designated and
- 11 to read as follows:
- 12 "PART . APPLIANCE EFFICIENCY STANDARDS
- 13 §196-A Definitions. As used in this part:
- "Compensation" means money or any other valuable thing,
- 15 regardless of form, received or to be received by a person for
- 16 services rendered.
- "Computer" has the same meaning as in California Code of
- 18 Regulations, Title 20, Section 1602(v), as amended.
- 19 "Computer monitor" has the same meaning as in California
- 20 Code of Regulations, Title 20, Section 1602(v), as amended.

- 1 "Department" means the department of business, economic
- 2 development, and tourism.
- 3 "Director" means the director of business, economic
- 4 development, and tourism.
- 5 "Faucet" means a lavatory faucet, kitchen faucet, metering
- 6 faucet, or replacement aerator for a lavatory or kitchen faucet.
- 7 "High color rendering index fluorescent lamp" means a
- 8 fluorescent lamp with a color rendering index of eighty-seven or
- 9 greater that is not a compact fluorescent lamp.
- 10 "Showerhead" means a device through which water is
- 11 discharged for a shower bath. Showerhead includes any
- 12 showerhead, including a handheld showerhead, except a safety
- 13 showerhead.
- "Spray sprinkler body" means the exterior case or shell of
- 15 a sprinkler incorporating a means of connection to the piping
- 16 system designed to convey water to a nozzle or orifice.
- 17 §196-B Purpose. The purpose of this part is to establish
- 18 minimum appliance efficiency standards for certain products sold
- 19 or installed in the State.

- 1 §196-C Rules. The director may adopt rules pursuant to2 chapter 91 to enforce minimum efficiency standards for the types
- 3 of new products set forth in section 196-D.
- 4 §196-D Scope. (a) Appliance efficiency standards are
- 5 established under this part for the following appliances, if
- 6 standards for these appliances are not preempted by federal law:
- 7 (1) Computers and computer monitors;
- 8 (2) Faucets;
- 9 (3) High color rendering index fluorescent lamps;
- 10 (4) Showerheads; and
- 11 (5) Spray sprinkler bodies.
- 12 (b) This section shall apply to the sale and offering for
- 13 sale, lease, or rent of appliances under subsection (a) in the
- 14 State.
- 15 (c) This section shall not apply to:
- 16 (1) New products manufactured in the State and sold
- 17 outside the State;
- 18 (2) New products manufactured outside the State and sold
- 19 at wholesale inside the State for final retail sale
- and installation outside the State;

1	(3)	Products installed in mobile manufactured homes at the
2		time of construction; or
3	(4)	Products designed expressly for installation and use
4		in recreational vehicles.
5	If a	ny standard established under this part is subsequently
6	preempted	by federal law, all other state appliance efficiency
7	standards	not preempted shall remain in effect.
8	§196	-E Appliance efficiency standards. (a) The following
9	minimum e	fficiency standards shall apply to products listed or
10	incorpora	ted in section 196-D:
11	(1)	Computers and computer monitors shall meet the
12		requirements set forth in California Code of
13		Regulations, Title 20, Section 1605.3, as amended;
14	(2)	Faucets shall meet the minimum efficiency standards
15		set forth in California Code of Regulations, Title 20,
16		Section 1605.1, as amended;
17	(3)	High color rendering index fluorescent lamps shall
18		meet the minimum efficacy requirements contained in
19		Section 430.32(n)(4) of Title 10 of the Code of
20		Federal Regulations as in effect on January 3, 2017,
21		as measured in accordance with Appendix R to Subpart B

1		of Part 430 of Title 10 of the Code of Federal
2		Regulations-"Uniform Test Method for Measuring Average
3		Lamp Efficacy (LE), Color Rendering Index (CRI), and
4		Correlated Color Temperature (CCT) of Electric Lamps"-
5		as amended;
6	(4)	Showerheads shall meet the minimum efficiency
7		standards set forth in California Code of Regulations,
8		Title 20, Section 1605.1, as amended; and
9	(5)	Spray sprinkler bodies that are not specifically
10		excluded from the scope of the Environmental
11		Protection Agency's WaterSense Specification for Spray
12		Sprinkler Bodies, Version 1.0, shall include an
13		integral pressure regulator and shall meet the water
14		efficiency and performance criteria and other
15		requirements of that specification, as amended.
16	(b)	When adopting standards for appliances pursuant to
17	section 1	96-D(a), the director shall set appliance efficiency
18	standards	upon a determination that increased efficiency
19	standards	would serve to promote energy or water conservation in
20	the State	and would be cost effective for consumers who purchase
21	and use s	uch new products.

- 1 §196-F Implementation. (a) On or after January 1, 2021,
- 2 no new computer or computer monitor, faucet, high color
- 3 rendering index fluorescent lamp, showerhead, or spray sprinkler
- 4 body may be sold or offered for sale, lease, or rent in the
- 5 State unless the efficiency of the new product meets or exceeds
- 6 the efficiency standards provided in section 196-E.
- 7 (b) One year after the date upon which the sale or
- 8 offering for sale of certain products becomes subject to the
- 9 requirements of subsection (a), no such products may be
- 10 installed for compensation in the state unless the efficiency of
- 11 the new product meets or exceeds the efficiency standards
- 12 provided in section 196-E.
- 13 §196-G Protection against repeal of federal standards.
- 14 (a) If any of the energy or water conservation standards issued
- 15 or approved for publication by the Office of the United States
- 16 Secretary of Energy as of January 19, 2017, pursuant to the
- 17 Energy Policy and Conservation Act (Parts 430-431 of Title 10 of
- 18 the Code of Federal Regulations), are withdrawn, repealed, or
- 19 otherwise voided, the minimum energy or water efficiency level
- 20 permitted for products previously subject to federal energy or
- 21 water conservation standards shall be the previously applicable

- 1 federal standards, and no such new product may be sold or
- 2 offered for sale, lease, or rent in the State unless it meets or
- 3 exceeds such standards.
- 4 (b) This section shall not apply to any federal energy or
- 5 water conservation standard set aside by a court upon the
- 6 petition of a person who will be adversely affected, as provided
- 7 in Section 6306(b) of Title 42 of the United States Code.
- 8 §196-H Testing, certification, and labeling.
- 9 Manufacturers shall test, certify, and label products meeting
- 10 the standards set forth in section 196-E and may utilize
- 11 testing, certification, and labeling programs of other states
- 12 and federal agencies with similar standards for purposes of
- 13 compliance under this part. Products listed in California's
- 14 Modernized Appliance Efficiency Database System shall be deemed
- 15 to be in compliance with this part."
- 16 SECTION 3. Section 269-123, Hawaii Revised Statutes, is
- 17 amended by amending subsection (b) to read as follows:
- 18 "(b) The public benefits fee administrator's duties and
- 19 responsibilities shall be established by the public utilities
- 20 commission by rule or order, and may include:

1	(1)	Identifying, developing, administering, promoting,
2		implementing, and evaluating programs, methods, and
3		technologies that support energy-efficiency and
4		demand-side management programs;
5	(2)	Encouraging the continuance or improvement of
6		efficiencies made in the production, delivery, and use
7		of energy-efficiency and demand-side management
8		programs and services;
9	(3)	Using the energy-efficiency expertise and capabilities
10		that have developed or may develop in the State and
11		consulting with state agency experts;
12	(4)	Promoting program initiatives, incentives, and market
13		strategies that address the needs of persons facing
14		the most significant barriers to participation;
15	(5)	Promoting coordinated program delivery, including
16		coordination with electric public utilities regarding
17		the delivery of low-income home energy assistance,
18		other demand-side management or energy-efficiency
19		programs, and any utility programs;
20	(6)	Consideration of innovative approaches to delivering
21		demand-side management and energy-efficiency services,

1		including strategies to encourage third-party
2		financing and customer contributions to the cost of
3		demand-side management and energy-efficiency services;
4		[and]
5	(7)	Submitting, to the public utilities commission for
6		review and approval, a multi-year budget and planning
7		cycle that promotes program improvement, program
8		stability, and maturation of programs and delivery
9		resources[-]; and
10	(8)	Educating and training appliance manufacturers,
11		distributors, and retailers of appliances covered
12		under part of chapter 196 about the appliance
13		efficiency standards established under that part to
14		improve compliance."
15	SECT	ION 4. This Act does not affect rights and duties that
16	matured,	penalties that were incurred, and proceedings that were
17	begun bef	ore its effective date.
18	SECT	ION 5. If any provision of this Act, or the
19	applicati	on thereof to any person or circumstance, is held
20	invalid,	the invalidity does not affect other provisions or
21	applicati	ons of the Act that can be given effect without the

- 1 invalid provision or application, and to this end the provisions
- 2 of this Act are severable.
- 3 SECTION 6. In codifying the new sections added by section
- 4 2 of this Act, the revisor of statutes shall substitute
- 5 appropriate section numbers for the letters used in designating
- 6 the new sections in this Act.
- 7 SECTION 7. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 8. This Act shall take effect on July 1, 2100.

Report Title:

Appliance Efficiency Standards; Enforcement; Testing; Certification; Labeling; Public Benefits Fee Administrator

Description:

Establishes minimum appliance efficiency standards for certain products sold or installed in the State. Requires the public benefits fee administrator to educate and train appliance manufacturers, distributors, and retailers about the appliance efficiency standards. Effective 7/1/2100. (SD1)

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